Housing That Works:

implementation

November 13, 2012





Challenge

- Commonwealth needs additional housing production for continued growth.
- Not just more—but shift towards multi-family and starter homes near transit and city/town/village centers
- How do we effectuate that in a home rule state like ours?

Short Answer - Current Housing Tools

In the past, communities have used various Commonwealth tools to increase the production of market rate and affordable housing.

- DHCD Housing Assistance (Bond Funds & LIHTC)
- Chapter 40R
- Chapter 40B Local Initiative Program
- MassWorks Infrastructure Program (with EOHED)

Lowell, Hamilton Canal

The public-private partnership will result in 479,000 square feet of mixed-use space featuring 730 housing units in downtown Lowell, including just completed Appleton Mills with 130 affordable artist live-work lofts.

Funding Sources:

- •\$17.7M awarded by the Patrick-Murray Administration
- •\$47M in private funding by Trinity Financial
- •\$200K in Chapter 40R incentive and bonus payments



Reading, Downtown

The first phase of this mixed-use development, located in Reading's town center, opened in October 2012. With 53 rental units, a restaurant and first floor retail, this development is located within a Chapter 40R District. Fully built out, the Chapter 40R District has the potential for 256 residential units.

Funding Sources:

- •Over \$500K in Chapter 40R incentive and bonus payments
- •\$200K committed by town for 11 affordable units.



Short Answer - New Housing Tools

This year, EOHED and DHCD have looking for new instruments to spur housing growth.

- Housing Development Incentive Program Tax credit for market (unrestricted) residential redevelopment in gateway cities
- 43 D for Housing Provides prompt permitting of residential housing on Priority Development Sites
- *NEW* Tools Do we need new tools that encourage communities to adopt as-of-right zoning districts meeting location, density and affordability goals?

Long Answer - GICD Recommendations

- Establishing Goals
- Identify target districts
- Align goals across state agencies
- Communicate the importance of workforce housing
- Improve Coordination through a multi-disciplinary team
- Policy assessment and implementation to encourage workforce housing in targeted districts
- Provide support to communities and developers ambassador role

Ambassadors & Multi-Agency Team

- Bring together public and quasi-public agencies that work on affordable housing
- Work with Energy & Environmental Affairs and DOT
- Consult with municipalities, towns, community groups
- Use economic development methods (ex. Massworks)
 as a model for priorities and decision-making

Better align resources

- •Identify discretionary funding programs that have a nexus to housing and economic development
- •Ensure that funding decisions align with the Administration's goals, including increased housing production and reducing greenhouse gas emissions
- Make communities aware of funding criteria

Making the Case

- Zoning changes require public process and consensus
- Case is clear: Commonwealth's prosperity and future of our communities
- Commonwealth can help make case
- External stakeholders, including public-spirited citizens, must step forward

CONTACT US

Department of Housing and Community Development 100 Cambridge Street, Suite 300 Boston, MA 02114 617-573-1100

Arthur Jemison
Deputy Undersecretary
DHCD
(617)573-1112
Arthur.Jemison@state.ma.us